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**FISCAL IMPACT STATEMENT**

**LS 7401**

**BILL NUMBER:** SB 587

**NOTE PREPARED:** Jan 9, 2013

**BILL AMENDED:**

**SUBJECT:** Funding for the Treatment of Compulsive Gambling.

**FIRST AUTHOR:** Sen. Alting

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**     **GENERAL**  
                              **X DEDICATED**  
                              **FEDERAL**

**IMPACT:** State

**Summary of Legislation:** The bill increases from 25% to 75% the percentage of riverboat admissions taxes deposited in the Addiction Services Fund that must be used for the prevention and treatment of compulsive gambling.

**Effective Date:** July 1, 2013.

**Explanation of State Expenditures:** Under the current law, the Division of Mental Health and Addiction receives \$0.10 of the \$3.00 per person in admissions tax collected from Indiana casinos excluding the two racinos and the French Lick casino. The distribution guaranteed up to the FY 2002 distribution level, and any shortfall in the fiscal year distribution is paid from riverboat wagering tax revenue deposited in the state General Fund. This distribution has to be made from the state General Fund by September 15<sup>th</sup> of the succeeding fiscal year.

The fiscal year distribution guarantee that applies to the Division of Mental Health and Addiction is \$4.2 M. Under current law, the division has to allocate at least \$1.0 M of that appropriation towards prevention and treatment of compulsive gambling. This bill requires the division to allocate at least \$3.1 M of admissions tax revenues towards prevention and treatment of compulsive gambling.

In addition to admissions tax revenue the two racinos also pay \$0.5 M per year each to the division for the use in prevention and treatment of compulsive gambling.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Division of Mental Health and Addiction, FSSA.

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Randhir Jha, 232-9556.